

Historic, archived document

Do not assume content reflects current scientific knowledge, policies, or practices.

A286.85

So 8

Reserve

SOUTH BEND-LAPORTE-ELKHART, INDIANA, MILK MARKET NEWS

Federal Order No. 67
U. S. Department of Agriculture
Agricultural Marketing Service
Dairy Division

Market Administrator
116 S. William Street
P. O. Box 216
South Bend 24, Indiana

Issued For Information of Producers
Who Are Not Members of Cooperative Associations

Vol. III, No. 5

May 1959

APRIL BASE PRICE \$3.92

Dairy farmers will receive a base price of \$3.92 for April 1959 deliveries of Grade A base milk to handlers under the South Bend-LaPorte-Elkhart, Indiana, milk order. The base price is based upon a butterfat test of 3.5 percent, and will be adjusted by a differential of 6.9 cents for each one tenth percent that tests vary above or below the 3.5 percent standard. This price is 25 cents above the base price of April 1958.

APRIL EXCESS PRICE \$2.95

April 1959 deliveries of Grade A excess milk to handlers under the South Bend-LaPorte-Elkhart, Indiana, milk order will be paid for at the rate of \$2.95 per hundredweight for 3.5 percent milk and adjusted by the same differential of 6.9 cents as is used for base milk. These minimum prices are subject to a 3 cent per hundredweight marketing service deduction, together with the authorized hauling charge. For comparative purposes, a uniform price of \$3.78 per hundredweight was computed, which is 5 cents less than the March 1959 uniform price and 21 cents higher than the computed uniform price of April 1958.

PRODUCER RECEIPTS

Producer receipts show an increase of 1.3 percent over March 1959, which is rather low for this time of year. For the corresponding months a year ago, the increase was 4.4 percent. Of the total producer receipts, 86.76 percent was base milk and 13.24 percent excess. This is almost exactly the same percent as a year ago. However, the Class I utilization of producer milk was much higher this April than a year ago. Of the total producer receipts, 76.78 percent were utilized in Class I and 88.50 percent of the total base milk was used as Class I.

CLASS I SALES

Sales of Class I products were up 2.15 percent on a daily basis from March 1959. With a 1.3 percent increase in receipts and a 2.15 percent increase in Class I sales, we find that the Class I utilization is higher in April than in March. This is contrary to the normal trend of this season of the year.

CLASS I PRICE

The Class I price for the May 1959 delivery period will be \$3.89 per hundredweight for 3.5 percent milk. This price was computed by adding \$0.90 per hundredweight to the average price of the 12 condenseries in April 1959 (\$2.95), and adding the supply-demand adjustment of 4 cents. The supply-demand adjustment for the June 1959 delivery period will be a plus 6 cents.

UTILIZATION AND CLASSIFICATION OF MILK

	April 1959		April 1958	
	Reported Data	Audited Data	Reported Data	Audited Data
Product	Butterfat	Product	Butterfat	
Pounds	Pounds	Pounds	Pounds	
<u>CLASS I</u>				
Milk	13,715,798	491,092	9,420,298	334,043
Skim Milk	103,162	220	120,305	623
Fortified Skim Milk	1,343,886	26,703	1,180,930	23,682
Buttermilk	159,332	1,399	131,647	1,028
Flavored Milk & Drink	523,465	16,250	277,243	8,181
Cereal Mixture	294,704	36,318	251,227	31,030
Coffee Cream	26,722	5,322	15,467	3,177
Whipping Cream	37,830	13,931	20,978	7,196
Sour Cream	12,791	2,513	9,731	1,796
Eggnog	--	--	64	5
Total Class I Utilization	16,217,690	593,748	11,427,890	410,761
Add: Class I Shrinkage	61,936	6,656	36,701	3,105
Subtract: Other Source Receipts	690	690	17,247	629
Subtract: Overage	--	--	601	101
Net Class I	16,278,936	599,714	11,446,743	413,136
<u>CLASS II</u>				
Used to Produce Cottage Cheese	1,218,501	14,585	1,324,083	29,174
Subtract: Other Source Receipts	90	90	--	--
Subtract: Overage	--	--	--	--
Net Class II	1,218,411	14,495	1,324,083	29,174
<u>CLASS III</u>				
Class III Products	3,649,836	191,745	4,281,620	201,341
Inventory Variation	55,451	(1,022)	48,720	(621)
Total Class III Utilization	3,705,287	190,723	4,330,340	200,720
Add: Class III Shrinkage	133,231	13,356	141,255	6,247
Subtract: Other Source Receipts	126,205	6,885	91,073	4,797
Subtract: Overage	7,284	341	2,647	487
Net Class III	3,705,029	196,853	4,377,875	201,683
TOTAL PRODUCER RECEIPTS	21,202,376	811,062	17,148,701	643,993

MISCELLANEOUS INFORMATION

	April 1959	March 1959	April 1958
Total Production	21,202,376#	21,625,159#	17,148,701#
Average Daily Production	706,746#	697,586#	571,623#
April 1959 Prod. Compared With -	--	+ 1.31%	+ 23.64%
Number of Producers	1,260	1,301	1,003
Daily Herd Production	561#	536#	570#
Av. Test of Producer Milk Rec'd.	3.82533%	3.89468%	3.75535%
Av. Price 3.5% Milk	\$ 3.78 *	\$ 3.83	\$ 3.57*
Base Price 3.5% Milk	\$ 3.92	--	\$ 3.67
Excess Price 3.5% Milk	\$ 2.95	--	\$ 2.96
Chicago 92 Score Butter	\$.57840	\$.57750	\$.57750
Class I Sales	16,217,690#	16,405,573#	11,427,890#
Class I Daily Average	540,590#	529,212#	380,930#
April 1959 Sales Compared With -	--	+ 2.15%	+ 41.91%
Total Value Paid Producers	\$ 851,491.75	\$ 887,134.67	\$ 643,389.32
Av. Monthly Milk Check Per Farm	\$ 675.79	\$ 681.89	\$ 659.89
Av. Daily Milk Check Per Farm	\$ 22.53	\$ 22.00	\$ 22.00
Producer Butterfat Differential	\$.069	\$.069	\$.069

* This Price for Comparison Only

